

substituted for the prohibition against impairment of the fund "of 5 percent" to clarify that the restriction on interest payments also applies while the savings bank has an initial guaranty fund.

The present reference to "{t}he dividend ... declared" is deleted as obsolete and, given the reference to interest, unnecessary.

GENERAL REVISOR'S NOTE:

The provisions of this subtitle as to the guaranty fund of a savings bank and the limitations on its reduction are revised to reflect what appears to be the intent of the present provisions.

SUBTITLE 4. MEMBERS.

4-401. CAPITAL STOCK PROHIBITED.

A SAVINGS BANK IS A MUTUAL ASSOCIATION AND MAY NOT HAVE ANY CAPITAL STOCK.

REVISOR'S NOTE: This section presently appears as CA § 6-106.

The only changes are in style.

Throughout this article, present references to a savings bank "having a capital stock" are deleted as obsolete. Those savings banks that had capital stock when this prohibition was enacted and were exempted from it ceased to exist or to have capital stock.

4-402. ANNUAL MEETING OF MEMBERS.

THE BYLAWS OF A SAVINGS BANK SHALL PROVIDE FOR ANNUAL MEETINGS OF THE MEMBERS TO ELECT DIRECTORS AND MEMBERS AND TO TRANSACT OTHER BUSINESS.

REVISOR'S NOTE: This section presently appears as CA § 6-109.

The only changes are in style.

See also § 4-505 of this title.

SUBTITLE 5. DIRECTORS.

4-501. MANAGEMENT OF SAVINGS BANK.

THE BUSINESS AND AFFAIRS OF A SAVINGS BANK SHALL BE MANAGED UNDER THE DIRECTION OF A BOARD OF DIRECTORS.

REVISOR'S NOTE: This section is new language added for

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